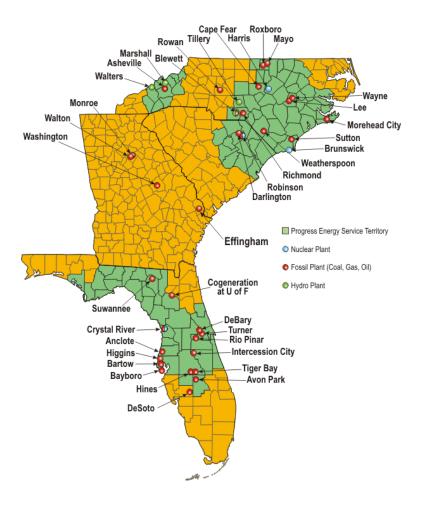
What Happens When the Lights Go Out?



SC Public Service Commission Emergency Preparedness July 11, 2005



Progress Energy



PGN Carolinas:

- 33,000 square miles of service territory
- Serving 1.3 million customers in the Carolinas

PGN Florida:

- 20,000 square miles of service territory
- Serving 1.5 million customers in the Florida



Looking at System Restoration

How do we prepare?

How do we restore power?

What happens when our customers call?



How Do We Prepare?

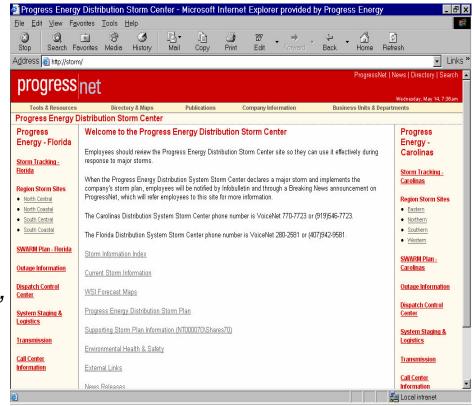
We start with a comprehensive response plan



How do We Prepare? Comprehensive response plans

Design Principles:

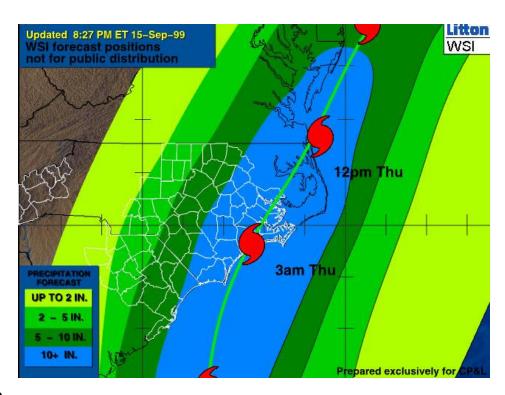
- Staged response to events
- Defined structure for strategic and tactical activities
- Adaptable to all events (load reduction, restoration, hurricanes, ice/snow, thunderstorms)
- Employee storm roles





How do We Prepare? Comprehensive response plans

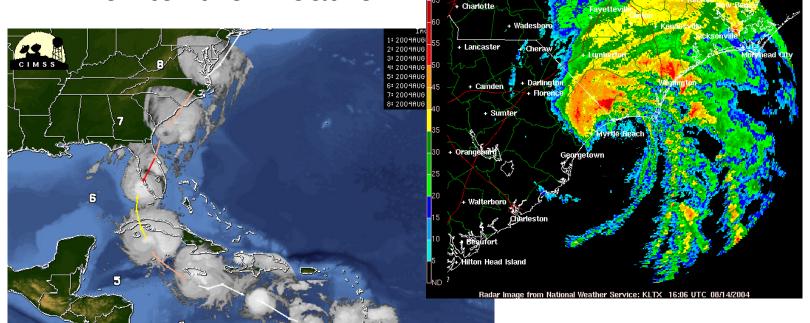
- Storm modeling:
 - storm category
 - wind speeds
 - track
 - line miles exposed
- Centralized support:
 - resource mobilization
 - damage assessment
 - staging and logistics
- Local focus on restoration and customer service



How Do We Prepare?

 Comprehensive response plan

Monitor the Weather

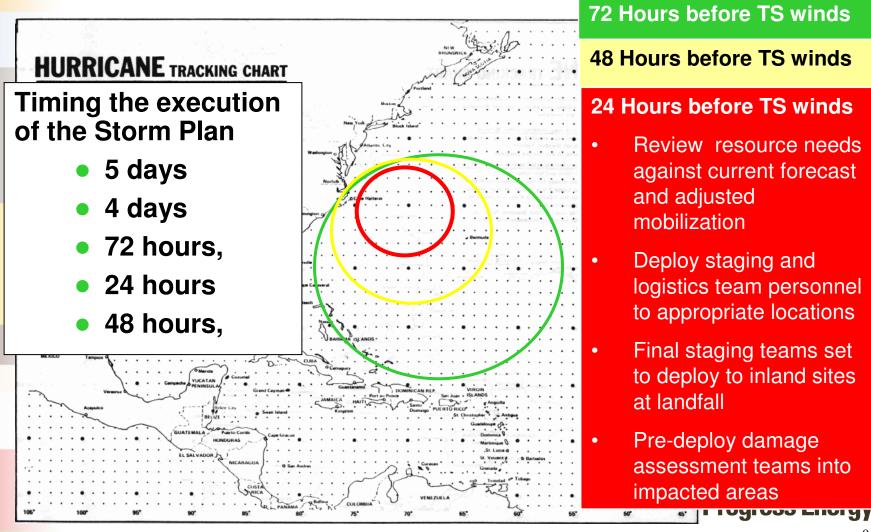




How Do We Prepare?

- Comprehensive response plan
- Monitor the Weather
- Managing Resources How Soon and How Many
 - Resources in the field . . . on-system and off-system
 - Customer Service Center Resources

Storm Preparation Commit to the Plan

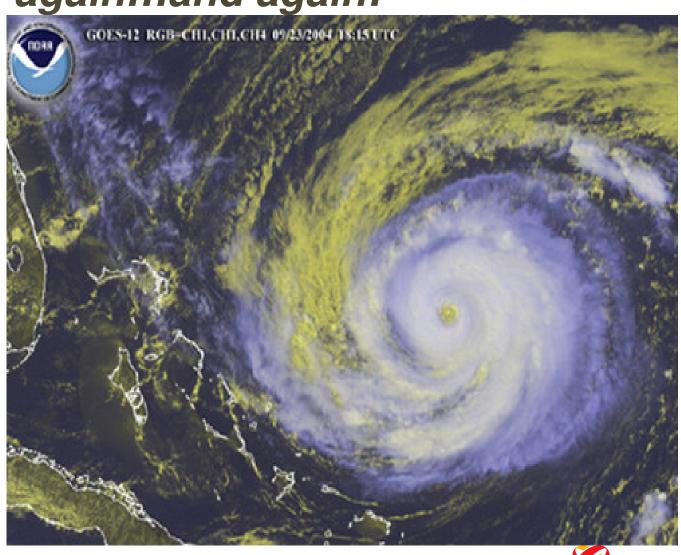


It's a war out there... Managing the resources

- What We Replaced During Four Hurricanes
- More than 6.5 million feet (nearly 1,235 miles) of primary and secondary wire were replaced
- We replaced 6,664 power poles – that's more than 50 miles if laid end to end.
- More than 4,000 overhead and underground transformers were replaced.
- We used more than 87,000 splices, which are used to reconnect severed power lines



And then we did it again... and again...and again!



Then Jeanne

Dealing with the Elements!!!!



How Do We Restore Power?

- Damage assessment
- Work in priority order
- Communicate with our customers

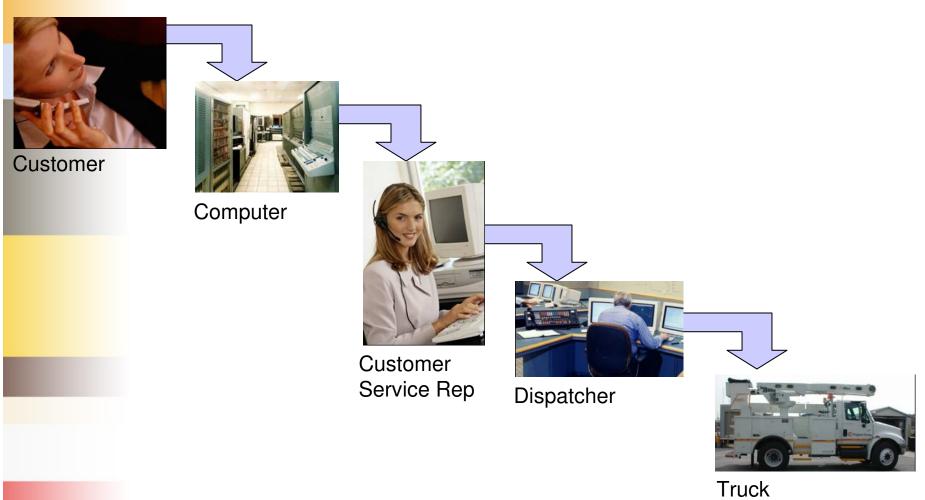








Communicate with our Customers



What Happens When You Call

Outage Management Technology

- Voice response unit capable of handling 125,000 calls per hour
- Automated trouble call analysis
- Real-time restoration status available for customers



In Conclusion.... the keys to success require

- Management Leadership
- Employee involvement and commitment
- Comprehensive storm plan with flexibility
- Commitment and plan to keep customers informed with restoration information
- Focus on relentless learning and improvement
 - People, Processes, and Technology